

## Message Text

LIMITED OFFICIAL USE

PAGE 01 NEW DE 10745 131526Z

44  
ACTION NEA-12

INFO OCT-01 ISO-00 NEAE-00 AID-20 IGA-02 OMB-01 ABF-01

TRSE-00 SS-15 NSC-10 L-03 CIAE-00 INR-10 NSAE-00

RSC-01 AGR-20 EB-11 DRC-01 SSO-00 NSCE-00 INRE-00

/108 W  
----- 083834

O R 131404Z SEP 73  
FM AMEMBASSY NEW DELHI  
TO SECSTATE WASHDC IMMEDIATE 6750  
INFO AMEMBASSY KATHMANDU

LIMITED OFFICIAL USE NEW DELHI 10745

FOR AMBASSADOR MOYNIHAN FROM SCHNEIDER

E.O. 11652: N/A  
TAGS: EFIN, IN, NP  
SUBJ: RUPEE NEGOTIATIONS: AID TO NEPAL

REF: STATE 181611

1. I GOT IN TOUCH WITH GOPI KAUL THIS AFTERNOON AND TOOK UP THE QUESTION OF THIRD COUNTRY PARTICIPANT TRAINING. I SAID IN YOUR LAST MEETING WITH HIM THE QUESTION OF PARTICIPANT TRAINING FINANCED BY COUNTRY USE RUPEES HAD BEEN CONSIDERED. I NOW WISHED TO RAISE ON YOUR BEHALF A SEPARATE QUESTION: THE USE OF US-RETAINED RUPEES TO FINANCE THIRD COUNTRY TRAINING. I NOTED THAT WE HAD DONE THIS IN THE PAST AND THIS THEREFORE CONSTITUTED A PREVIOUS USE. KAUL SAID THAT HE HAD NOT CONSIDERED THIS QUESTION AND THEREFORE IT WOULD BE DIFFICULT FOR HIM TO GIVE AN OFF-THE-CUFF ANSWER. HE PROMISED TO BE BACK IN TOUCH TOMORROW.

2. I DID NOT RAISE THE AID TO NEPAL QUESTION WITH KAUL. THE MEMBERS OF THE RUPEE TEAM HERE BELIEVE THAT ASKING THE GOI FOR LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 NEW DE 10745 131526Z

PERMISSION TO USE THE \$24 MILLION IN RUPEES UNTIL THEY ARE EX-

HAUSTED RISKS GETTING A TURN-DOWN. IT IS OUR VIEW THAT WE WILL BE ABLE TO STRETCH OUT OUR USE OF THESE RUPEES WITHOUT GETTING THE INDIANS TO AGREE. THERE IS NOTHING IN OUR DRAFT AGREEMENT THAT SAYS WE HAVE TO SPEND ALL THE MONEY IN EACH YEAR AND WE CAN TAKE FIVE OR SIX YEARS IF NECESSARY. WE HAVE ACCUMULATED INDIAN RUPEES IN NEPAL IN THE PAST AND SHOULD BE ABLE TO CONTINUE TO DO SO IN THE FUTURE. OUR OBJECTIVE SHOULD BE TO DRAW \$8 MILLION IN RUPEES FROM THE RESERVE BANK AND TRANSFER THEM TO NEPAL. WE WOULD THEN USE THEM AS WE NEEDED THEM. IF YOU NEVERTHELESS WISH ME TO RAISE THIS QUESTION WITH KAUL LET ME KNOW AND I WILL DO IT WHEN I TALK TO HIM TOMORROW.

SCHNEIDER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 13 SEP 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** morefirh  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973NEWDE10745  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** NEW DELHI  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1973/newtext/t19730937/aaaabbau.tel  
**Line Count:** 73  
**Locator:** TEXT ON-LINE  
**Office:** ACTION NEA  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** STATE 181611  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** morefirh  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 19 DEC 2001  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <19-Dec-2001 by martinml>; APPROVED <10-Jan-2002 by morefirh>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** RUPEE NEGOTIATIONS: AID TO NEPAL  
**TAGS:** EFIN, IN, NP  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005